

General Assembly

Raised Bill No. 354

February Session, 2012

LCO No. 1927

_____SB00354PS____050212____

Referred to Committee on Finance, Revenue and Bonding

Introduced by: (FIN)

AN ACT CONCERNING THE ENHANCED EMERGENCY 9-1-1 PROGRAM.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. Section 28-30b of the general statutes is repealed and the
- 2 following is substituted in lieu thereof (*Effective January 1, 2013*):
- As used in sections [28-30b to 28-30d, inclusive] <u>28-30a</u>, as amended
- 4 by this act, 28-30b, as amended by this act, and 28-30d, and section 2 of
- 5 this act:
- 6 (1) ["Active prepaid wireless telephone service" means a prepaid
- 7 wireless telephone service that has an account that has a positive
- 8 balance greater than or equivalent to the fee to fund the enhanced
- 9 emergency 9-1-1 program pursuant to section 16-256g.] "Consumer"
- means a person who purchases prepaid wireless telecommunications
- 11 service in a retail transaction.
- 12 (2) "Prepaid wireless E 9-1-1 fee" means the charge that any seller
- 13 <u>collects from a consumer in an amount established by section 2 of this</u>
- 14 act.

- 15 [(2)] (3) "Prepaid wireless [telephone] telecommunications service" 16 means a wireless telephone service that [is activated in advance by 17 payment for a finite dollar amount of service or for a finite set of 18 minutes that terminate either upon use by a subscriber and delivery by 19 the wireless provider of an agreed upon amount of service 20 corresponding to the total dollar amount paid in advance or within a 21 certain period of time following the initial purchase or activation, 22 unless additional payments are made] a consumer pays for in advance, 23 that allows the consumer to access the E 9-1-1 system by dialing 9-1-1, 24 and that is sold in predetermined units or dollars and such units or 25 dollars decline with use.
- 26 [(3) "Mobile telephone number" or "MTN" means the telephone 27 number assigned to a wireless telephone at the time of activation.]
- 28 <u>(4) "Provider" means any person who provides prepaid wireless</u> 29 <u>telecommunications service pursuant to a license issued by the Federal</u> 30 Communications Commission.
- 31 (5) "Retail transaction" means a purchase of prepaid wireless 32 telecommunications service from a seller for any purpose other than 33 resale.
 - (6) "Seller" means a person who sells prepaid wireless telecommunications service to a consumer.
- [(4)] (7) "Voice over Internet protocol service" or "VOIP" means a service that has the following characteristics: (A) Enables real-time, two-way voice communication; (B) requires a broadband connection from the users' locations; (C) requires IP-compatible customer premises equipment; and (D) allows subscribers generally to receive calls that originate on the public switched telephone network and to terminate calls on the public switched telephone.
 - [(5)] (8) "Voice over Internet protocol service provider" or "VOIP service provider" means a company that provides VOIP telephone service.

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- 46 (9) "Wireless telecommunications service" means commercial mobile 47 radio service, as defined in 47 CFR Section 20.3, as from time to time 48 amended.
 - Sec. 2. (NEW) (*Effective January 1, 2013*) (a) Each consumer shall be assessed a prepaid wireless E 9-1-1 fee. Such fee shall be fifty cents for each retail transaction. For the purposes of this section, if a consumer purchase includes multiple prepaid wireless telecommunications services, each such individual service shall constitute a retail transaction.
 - (b) Any seller who is a party to a retail transaction within this state with a consumer shall collect the fee described in subsection (a) of this section from such consumer for each such retail transaction. The seller shall disclose to the consumer the amount of such assessed fee in an invoice, a receipt, or other similar document, or post such amount conspicuously on the seller's Internet web site or on a sign conspicuously displayed to the consumer at the point of sale.
 - (c) For the purposes of subsection (b) of this section, a retail transaction made in the presence of the consumer at the place of business of the seller shall be treated as occurring within this state if such place of business is within the state, and any other retail transaction shall be treated as occurring in this state if the retail transaction is treated as occurring in this state under subdivision (2) of subsection (a) of section 12-407 of the general statutes, for the purposes of the sales and use tax.
 - (d) The consumer shall be liable for any prepaid wireless E 9-1-1 fee. There shall be no liability on the part of the seller or provider, except the seller shall be liable to remit any prepaid wireless E 9-1-1 fees that the seller collects from any consumer, pursuant to section 3 of this act, including, but not limited to, any such fee that the seller is required to collect but does not separately state on an invoice, receipt or other similar document provided to the consumer, as required by subsection (b) of this section.

- (e) The amount of the prepaid wireless E 9-1-1 fee that a seller collects from a consumer shall not be included in the base for measuring any tax, fee, surcharge or other charge that the state, any political subdivision of the state, or any intergovernmental agency imposes on such seller, provided the seller separately stated such amount on an invoice, receipt, or other similar document provided to the consumer.
 - Sec. 3. (NEW) (*Effective January 1, 2013*) (a) Any seller who collects a prepaid wireless E 9-1-1 charge shall remit such fee to the Department of Revenue Services at such time and in such manner as required by chapter 219 of the general statutes. The department shall establish registration and payment procedures that substantially coincide with the registration and payment procedures that apply to retail sellers under said chapter 219.
 - (b) Notwithstanding the provisions of chapter 219 of the general statutes, a seller who collects a prepaid wireless E 9-1-1 fee may retain one per cent of such fee.
 - (c) The audit and appeal procedures applicable under chapter 219 of the general statutes shall apply to each prepaid wireless E 9-1-1 fee.
 - (d) The department shall establish procedures by which a seller of prepaid wireless telecommunications service may document that a sale is not a retail transaction, which procedures shall substantially coincide with the procedures for documenting sale for resale transactions pursuant to section 12-410 of the general statutes.
 - (e) The department shall, not later than thirty days after receiving any prepaid wireless E 9-1-1 fee, transfer such fee to the office of the State Treasurer for deposit into the Enhanced 9-1-1 Telecommunications Fund, established pursuant to section 28-30a of the general statutes, as amended by this act. Any revenue from the prepaid wireless E 9-1-1 fee shall be subject to any restrictions provided by said section 28-30a. The department may make a one-time

- 109 deduction of not more than one hundred twenty thousand dollars
- 110 from such fund and may use said amount to reimburse its direct costs
- 111 of administering the collection and remittance of prepaid wireless E 9-
- 112 1-1 fees.
- 113 Sec. 4. Section 28-25 of the general statutes is amended by adding
- 114 subdivisions (18) and (19) as follows (*Effective January 1, 2013*):
- 115 (NEW) (18) "Certified telecommunications provider" has the same
- 116 meaning as provided in section 16-1.
- 117 (NEW) (19) "Prepaid wireless telecommunications service" has the
- 118 same meaning as provided in section 28-30b, as amended by this act.
- 119 Sec. 5. Subsection (d) of section 28-28a of the 2012 supplement to the
- 120 general statutes is repealed and the following is substituted in lieu
- 121 thereof (Effective January 1, 2013):
- 122 (d) telephone certified No company, or its agents
- 123 telecommunications provider, provider of wireless
- 124 telecommunications service pursuant to a license issued by the Federal
- 125 Communications Commission, provider of prepaid wireless
- 126 telecommunications service, or the agents of any such company or
- 127 provider and no voice over Internet protocol service provider or its
- 128 agents shall be liable to any person or entity for release of the
- 129 information specified in this section [,] or for any failure of equipment
- 130 or procedure in connection with the enhanced 9-1-1 service or an
- 131 emergency notification system established under sections 28-25 to 28-
- 132 29b, inclusive, as amended by this act.
- 133 Sec. 6. Subsection (a) of section 28-30a of the general statutes is
- 134 repealed and the following is substituted in lieu thereof (Effective
- 135 January 1, 2013):
- 136 (a) There is established a fund to be known as the "Enhanced 9-1-1
- 137 Telecommunications Fund". The fund shall contain any moneys
- 138 required by law to be deposited in the fund, including, but not limited

139 to, any federal funds collected pursuant to subsection (d) of section 28-140 24 and fees assessed against subscribers of local telephone service, 141 [and] subscribers of commercial mobile radio services [,] pursuant to 142 section 16-256g, as amended by this act, and revenues from the 143 prepaid wireless E 9-1-1 fee imposed pursuant to section 2 of this act. 144 The Enhanced 9-1-1 Telecommunications Fund shall be held separate 145 and apart from all other moneys, funds and accounts. Interest derived from the investment of the fund shall be credited to the assets of the 146 147 fund. Any balance remaining in the fund at the end of any fiscal year 148 shall be carried forward in the fund for the fiscal year next succeeding.

- 149 Sec. 7. Section 16-256g of the general statutes is repealed and the 150 following is substituted in lieu thereof (*Effective January 1, 2013*):
- 151 (a) By June first of each year, the Public Utilities Regulatory 152 Authority shall conduct a proceeding to determine the amount of the 153 monthly fee to be assessed against each subscriber of: (1) Local 154 telephone service, (2) commercial mobile radio service, as defined in 47 155 CFR Section 20.3, and (3) voice over Internet protocol service, as 156 defined in section 28-30b, as amended by this act, [and (4) prepaid 157 wireless telephone service, as defined in section 28-30b,] to fund the 158 development and administration of the enhanced emergency 9-1-1 159 program. The authority shall base such fee on the findings of the 160 Commissioner of Emergency Services and Public Protection, pursuant 161 to subsection (c) of section 28-24, taking into consideration any existing 162 moneys available in the Enhanced 9-1-1 Telecommunications Fund. 163 The authority shall consider the progressive wire line inclusion 164 schedule contained in the final report of the task force to study 165 enhanced 9-1-1 telecommunications services established by public act 166 95-318. The authority shall not approve any fee (A) greater than fifty 167 cents per month per access line, [nor shall it approve any fee] (B) that 168 does not include the progressive wire line inclusion schedule, or (C) 169 for commercial mobile radio service, as defined in 47 CFR Section 20.3 170 that includes the progressive wire line inclusion schedule.
- 171 (b) Each telephone or telecommunications company providing local

172 telephone service, each provider of commercial mobile radio service [, 173 each provider of prepaid wireless telephone service] and each provider 174 of voice over Internet protocol service shall assess against each 175 subscriber, the fee established by the authority pursuant to subsection 176 (a) of this section, which shall be remitted to the Office of office of the 177 State Enhanced Treasurer for deposit into the 9-1-1 178 Telecommunications Fund established pursuant to section 28-30a, as 179 amended by this act, not later than the fifteenth day of each month.

180 (c) The fee imposed under this section shall not apply to any 181 prepaid wireless telecommunications service, as defined in section 28-182 30b, as amended by this act.

Sec. 8. Section 28-30c of the general statutes is repealed. (*Effective January 1, 2013*)

This act shall take effect as follows and shall amend the following sections:		
Section 1	January 1, 2013	28-30b
Sec. 2	January 1, 2013	New section
Sec. 3	January 1, 2013	New section
Sec. 4	January 1, 2013	28-25
Sec. 5	January 1, 2013	28-28a(d)
Sec. 6	January 1, 2013	28-30a(a)
Sec. 7	January 1, 2013	16-256g
Sec. 8	January 1, 2013	Repealer section

FIN Joint Favorable

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